

Utah Alternative Fuel Heavy Duty Vehicle Tax Credit

Presentation to the Revenue and Taxation Interim Committee

Wednesday, September 18, 2019

Overview

- ▶ HB406 was passed during the 2015 General Session which provides an income tax credit for the purchase of a natural gas heavy duty vehicle which is defined in 59-7-618 and 59-10-1033 UCA as a commercial category 7 or 8 vehicle that has never been titled or registered.
- ▶ During the 2017 General Session SB 24 was passed, which extended the tax credit to include a heavy duty vehicle that has a 100% electric drivetrain, or has a hydrogen-electric drivetrain.
- ▶ The credit is limited to an aggregate annual amount of \$500,000.

Tax Year	Credit Amount Per Qualifying Purchase
2015, 2016, and 2017	\$25,000
2018	\$20,000
2019	\$18,000
2020	\$15,000

History of the Natural Gas Heavy Duty Vehicle Tax Credit

Tax Year	Number of Approved Credits	Total Funds Approved
2015	19	\$475,000
2016	6	\$150,000
2017	5	\$125,000
2018	20	\$400,000
2019	0	\$0
Total	50	\$1,150,000